

## General Assembly

January Session, 2003

## Committee Bill No. 5474

LCO No. 4306

Referred to Committee on Human Services

Introduced by: (HS)

## AN ACT CONCERNING REVISIONS TO THE HUSKY PLAN.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 17b-261 of the general statutes, as amended by section 10 of public act 03-2, is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 4 (a) Medical assistance shall be provided for any otherwise eligible 5 person whose income, including any available support from legally 6 liable relatives and the income of the person's spouse or dependent 7 child, is not more than one hundred forty-three per cent, pending 8 approval of a federal waiver applied for pursuant to subsection (d) of 9 this section, of the benefit amount paid to a person with no income 10 under the temporary family assistance program in the appropriate 11 region of residence and if such person is an institutionalized 12 individual as defined in Section 1917(c) of the Social Security Act, 42 13 USC 1396p(c), and has not made an assignment or transfer or other 14 disposition of property for less than fair market value for the purpose 15 of establishing eligibility for benefits or assistance under this section. 16 Any such disposition shall be treated in accordance with Section 17 1917(c) of the Social Security Act, 42 USC 1396p(c). Any disposition of

**1** of 7

property made on behalf of an applicant or recipient or the spouse of an applicant or recipient by a guardian, conservator, person authorized to make such disposition pursuant to a power of attorney or other person so authorized by law shall be attributed to such applicant, recipient or spouse. A disposition of property ordered by a court shall be evaluated in accordance with the standards applied to any other such disposition for the purpose of determining eligibility. The commissioner shall establish the standards for eligibility for medical assistance at one hundred forty-three per cent of the benefit amount paid to a family unit of equal size with no income under the temporary family assistance program in the appropriate region of residence, pending federal approval, except that the medical assistance program shall provide coverage to persons under the age of nineteen up to one hundred eighty-five per cent of the federal poverty level without an asset limit. Said medical assistance program shall also provide coverage to persons under the age of nineteen and their parents and needy caretaker relatives who qualify for coverage under Section 1931 of the Social Security Act with family income up to one hundred <u>fifty</u> per cent of the federal poverty level without an asset limit, upon the request of such a person or upon a redetermination of eligibility. Such levels shall be based on the regional differences in such benefit amount, if applicable, unless such levels based on regional differences are not in conformance with federal law. Any income in excess of the applicable amounts shall be applied as may be required by said federal law, and assistance shall be granted for the balance of the cost of authorized medical assistance. All contracts entered into on and after July 1, 1997, pursuant to this section shall include provisions for collaboration of managed care organizations with the Healthy Families Connecticut Program established pursuant to section 17a-56. The Commissioner of Social Services shall provide applicants for assistance under this section, at the time of application, with a written statement advising them of the effect of an assignment or transfer or other disposition of property on eligibility for benefits or assistance.

(b) For the purposes of the Medicaid program, the Commissioner of

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

35

36

37

38

39

40

41

42

43

44

45

46

47

48

49

50

51

Social Services shall consider parental income and resources as available to a child under eighteen years of age who is living with his or her parents and is blind or disabled for purposes of the Medicaid program, or to any other child under twenty-one years of age who is living with his or her parents.

52

53

54

55

56

57

58

59

60

61

62

63

64

65

66

67 68

69

70

71

72

73

74

75

76

77

78

79

80

81

82

83

LCO No. 4306

- (c) For the purposes of determining eligibility for the Medicaid program, an available asset is one that is actually available to the applicant or one that the applicant has the legal right, authority or power to obtain or to have applied for the applicant's general or medical support. If the terms of a trust provide for the support of an applicant, the refusal of a trustee to make a distribution from the trust does not render the trust an unavailable asset. Notwithstanding the provisions of this subsection, the availability of funds in a trust or similar instrument funded in whole or in part by the applicant or the applicant's spouse shall be determined pursuant to the Omnibus Budget Reconciliation Act of 1993, 42 USC 1396p. The provisions of this subsection shall not apply to special needs trust, as defined in 42 USC 1396p(d)(4)(A).
- (d) The transfer of an asset in exchange for other valuable consideration shall be allowable to the extent the value of the other valuable consideration is equal to or greater than the value of the asset transferred.
- (e) On or before January 15, 1994, and annually thereafter, the Department of Social Services shall submit a report to the General Assembly in accordance with section 11-4a which sets forth the following: The number of children receiving Medicaid services; the number of children receiving medical treatment at any state or municipal health care facility; the number of doctors and dentists participating in state or municipally-funded programs; and the percentage of children treated in medical programs whose family income is less than one hundred thirty-three per cent of the federal poverty level and the number whose family income is greater than one

- 84 hundred thirty-three per cent but not more than one hundred eighty-85 five per cent of the federal poverty level. On and after October 1, 1996, 86 the report shall be submitted to the joint standing committee of the 87 General Assembly having cognizance of matters relating to human 88 services and, upon request, to any member of the General Assembly. A 89 summary of the report shall be submitted to each member of the 90 General Assembly if the summary is two pages or less and a 91 notification of the report shall be submitted to each member if the 92 summary is more than two pages. Submission shall be by mailing the 93 report, summary or notification to the legislative address of each 94 member of the committee or the General Assembly, as applicable.
  - (f) The Commissioner of Social Services shall seek a waiver from federal law to permit federal financial participation for Medicaid expenditures for families with incomes of one hundred forty-three per cent of the temporary family assistance program payment standard.
- 99 I(g) Notwithstanding the provisions of subsection (a) of this section, 100 on or after April 1, 2003, all parent and needy caretaker relatives with 101 incomes exceeding one hundred per cent of the federal poverty level, 102 who are receiving medical assistance pursuant to this section, shall be 103 ineligible for such medical assistance. Upon passage of this act, the 104 Department of Social Services shall not accept applications for medical 105 assistance program coverage under Section 1931 of the Social Security 106 Act from parent and needy caretaker relatives with incomes exceeding 107 one hundred per cent of the federal poverty level until on or after July 108 1, 2005.]
- Sec. 2. Section 17b-292 of the general statutes, as amended by section 7 of public act 03-2, is repealed and the following is substituted in lieu thereof (*Effective from passage*):
  - (a) A child who resides in a household with a family income which exceeds one hundred eighty-five per cent of the federal poverty level and does not exceed three hundred per cent of the federal poverty level may be eligible for subsidized benefits under the HUSKY Plan,

95

96

97

98

112

113

114

115

1	1	4	1	D	a:	4	L	$\mathbf{E}$	•
l	. Т	o		Ľι	a.	ı	L	L	).

132

133

134

135

136

137

138

139

140

141

142

143

144

145

- 117 (b) A child who resides in a household with a family income over 118 three hundred per cent of the federal poverty level may be eligible for 119 unsubsidized benefits under the HUSKY Plan, Part B.
- 120 (c) Whenever a court or family support magistrate orders a 121 noncustodial parent to provide health insurance for a child, such 122 parent may provide for coverage under the HUSKY Plan, Part B.
- (d) A child who has been determined to be eligible for benefits under the HUSKY Plan, Part A or Part B shall remain eligible for said plan for a period of twelve months from such child's determination of eligibility unless the child attains the age of nineteen or is no longer a resident of the state.
- [(d)] (e) To the extent allowed under federal law, the commissioner shall not pay for services or durable medical equipment under the HUSKY Plan, Part B if the enrollee has other insurance coverage for the services or such equipment.
  - [(e)] (f) A newborn child who otherwise meets the eligibility criteria for the HUSKY Plan, Part B shall be eligible for benefits retroactive to his date of birth, provided an application is filed on behalf of the child within thirty days of such date.
  - [(f)] (g) The commissioner shall implement presumptive eligibility for children applying for Medicaid. Such presumptive eligibility determinations shall be in accordance with applicable federal law and regulations. The commissioner shall adopt regulations, in accordance with chapter 54, to establish standards and procedures for the designation of organizations as qualified entities to grant presumptive eligibility. In establishing such regulations, the commissioner shall ensure the representation of state-wide and local organizations that provide services to children of all ages in each region of the state.
    - [(g)] (h) The commissioner shall enter into a contract with an entity

- to be a single point of entry servicer for applicants and enrollees under
- the HUSKY Plan, Part A and Part B. The servicer shall jointly market
- both Part A and Part B together as the HUSKY Plan. Such servicer shall
- 149 develop and implement public information and outreach activities
- with community programs. Such servicer shall electronically transmit
- data with respect to enrollment and disenrollment in the HUSKY Plan,
- 152 Part B to the commissioner who may transmit such data to the
- 153 Children's Health Council.
- [(h)] (i) To the extent permitted by federal law, the single point of
- 155 entry servicer may be one of the entities authorized to grant
- 156 presumptive eligibility under the HUSKY Plan, Part A.
- [(i)] (j) The single point of entry servicer shall send an application
- and supporting documents to the commissioner for determination of
- eligibility of a child who resides in a household with a family income
- of one hundred eighty-five per cent or less of the federal poverty level.
- 161 The servicer shall enroll eligible beneficiaries in the applicant's choice
- of managed care plan.
- [(j)] (k) Not more than twelve months after the determination of
- eligibility for benefits under the HUSKY Plan, Part A and Part B and
- annually thereafter, the commissioner or the servicer, as the case may
- be, shall determine if the child continues to be eligible for the plan. The
- 167 commissioner or the servicer shall mail an application form to each
- participant in the plan for the purposes of obtaining information to
- make a determination on eligibility. To the extent permitted by federal
- law, in determining eligibility for benefits under the HUSKY Plan, Part
- 171 A and Part B with respect to family income, the commissioner or the
- servicer shall rely upon information provided in such form by the
- 173 participant unless the commissioner or the servicer has reason to
- 174 believe that such information is inaccurate or incomplete. The
- determination of eligibility shall be coordinated with health plan open
- 176 enrollment periods.
- [(k)] (l) The commissioner shall implement the HUSKY Plan, Part B

while in the process of adopting necessary policies and procedures in regulation form in accordance with the provisions of section 17b-10.

[(l)] (m) The commissioner shall adopt regulations, in accordance with chapter 54, to establish residency requirements and income eligibility for participation in the HUSKY Plan, Part B and procedures for a simplified mail-in application process. Notwithstanding the provisions of section 17b-257b, such regulations shall provide that any child adopted from another country by an individual who is a citizen of the United States and a resident of this state shall be eligible for benefits under the HUSKY Plan, Part B upon arrival in this state.

This act shall take effect as follows:				
Section 1	from passage			
Sec. 2	from passage			

## Statement of Purpose:

178

179

180

181

182

183

184

185

186

187

To provide health insurance benefits under HUSKY Plan, Part A for parents and needy caretakers of children with incomes of not more than one hundred fifty per cent of the federal poverty level, and to restore continuous eligibility for children under HUSKY Plan, Parts A and B.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

Co-Sponsors: REP. MCCLUSKEY, 20th Dist.

H.B. 5474